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14 Attorneys for Defendant
15 MEDBOX, INC.

11 UNITED STATES DISTRICT COURT

13 DISTRICT OF NEVADA

15 IN RE MEDBOX, INC. DERIVATIVE
16 LITIGATION

Base File No. 3:15-CV-00147-LRH-WGC

DERIVATIVE ACTION

NOTICE OF SETTLEMENT

18 Judge: Hon. Larry R. Hicks

19 Date of Filing Consolidated Class Action
20 Complaint: August 25, 2015

1 TO THE COURT, ALL PARTIES AND THEIR ATTORNEYS OF RECORD:

2 PLEASE TAKE NOTICE THAT after the Consolidated Complaint was filed on
 3 August 25, 2015 and the Court extended the time upon which Medbox must answer or otherwise
 4 respond to the Consolidated Complaint to December 4, 2015, counsel for Plaintiffs and counsel
 5 for Medbox, as well as nearly all of the former and current officers and/or directors named as
 6 individual defendants in the Consolidated Complaint, attended an early mediation of Plaintiffs'
 7 claims on October 16, 2015 before Honorable Layn R. Phillips. At the October 16, 2015
 8 mediation, a binding Memorandum of Understanding was signed wherein the parties agreed to
 9 settle all claims in the above-entitled action. The parties are currently working together to draft a
 10 Stipulation and Agreement of Settlement that will be filed in the related action *Jones v. Marsala,*
 11 *et al.*, pending in the United States District Court for the Central District of California, Case No.
 12 2:15-cv-04170-BRO-JEM (the "*Jones Action*"), on or before December 18, 2015, and will
 13 provide for the sequence of steps required for notice to shareholders and final Court approval of
 14 the settlement terms in the *Jones Action*. Plaintiffs will then dismiss the above-referenced action
 15 within ten (10) business days of the date that a judgment becomes final in the *Jones Action*.

16 The parties therefore respectfully request that the Court vacate all pending dates
 17 for the above-entitled action pending the Court's approval of the settlement terms and entry of a
 18 final judgment in the *Jones Action*.

19
 20 Dated: December 1, 2015

HARWOOD FEFFER LLP

21
 22 By:

Matthew M. Houston
 Matthew M. Houston

Lead Counsel for Lead Plaintiffs

1 Dated: December 1, 2015

MANATT, PHELPS & PHILLIPS, LLP

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